

# HOUSE APPROPRIATIONS SUBCOMMITTEE ON TRANSPORTATION

Presentation of  
DRAFT  
House Budget

May 26, 2010

## Highway Fund

## HIGHWAY FUND

**FY 10-11**

**\$1,739,650,000**

Total Budget Approved 2009 Session

### Budget Changes

#### Administration

##### 1 IT Budget Reductions

(\$207,933) R

Reduces the Department's IT budget to reflect FY 2010-11 rate changes from the Office of Information Technology Services.

##### 2 IT Payment Card Industry Data Security Standard Compliance

\$254,406 R

Provides funds to upgrade DOT's computer applications and supporting infrastructure that process payment cards to become compliant with new standards imposed by MasterCard. One Business and Technology Specialist position (\$95,344) is funded and will serve as the compliance officer for the program.

\$350,000 NR

1.00

##### 3 IT - Enterprise IP Telephone System

\$544,289 R

Provides funds to replace the existing DMV Interactive Voice Response hardware and applications and includes annual operating funds required for related IT expenses. The current telephone system is no longer supported and is critical to the Division's ability to respond effectively to citizens' needs and deliver a high level of customer service via its call center.

\$515,000 NR

## Aviation Division

4 Transfer of Department of Commerce Executive Aircraft Division \$500,000 R

Transfers 3.0 pilots and 1.0 mechanic as well as the Department of Commerce's two aircraft to DOT's Aviation Division. This reduction reflects recommendations from the Program Evaluation Division Study of State Aircraft. The total amount transferred is \$989,658, including \$500,000 in General Fund appropriations and \$489,658 in receipts. The DOT Aviation budget will have additional receipts of \$127,315 from billing the Department of Commerce for use of the DOT aircraft. 4.00

The positions tranferred include:

60080839 Executive Pilot II

60080840 Executive Pilot II

60080842 Aircraft Mechanic

60080838 Executive Pilot II

## Department-wide

5 Vacant Positions (\$3,233,406) R

Eliminates positions vacant prior to January 1, 2009 in the Division of Motor Vehicles. Eliminates all other DOT positions vacant prior to January 1, 2010. This includes 7 DMV positions and 44 DOT positions supported by the Highway Fund. It includes 14 DMV positions and 1,059 DOT positions funded through projects, receipts, or through federal funds. -51.00

The total cut to DMV for the salary and benefits for the vacant Highway Fund supported positions is \$416,898. The total cut to the DOT administrative budget for the salary and benefits for the vacant Highway Fund supported positions is \$2,816,508.

## Division of Motor Vehicles

## 6 Medical Certification Compliance

\$264,951 R

Provides funds to allow DMV to become compliant with new federal requirements for medical certification as part of the Commercial Driver License (CDL) process. Medical certificates for all CDL holders must be reviewed by January 30, 2012 and every two years afterward to ensure they meet the medical requirements of the Federal Motor Carrier Safety Administration. In order to comply with these new federal requirements, funds are provided for additional personnel and for operating support.

\$7,550 NR  
5.00

Positions include four Processing Assistant V positions (\$27,544 each) and one Administrative Assistant 1 (\$29,502) for a total of five positions costing \$139,678 in salaries and \$52,673 in benefits. Additional recurring costs of \$72,600 for mailing and \$7,550 in nonrecurring costs for computers and office equipment are incurred.

## 7 DMV Security Measures

\$344,722 NR

Provides funds to enhance building security at the Charlotte and Raleigh Registration and Renewals, Titles, and Plate offices. Security cameras, panic buttons, and door swipe card access systems are needed to secure State funds and equipment and limit access into secure areas.

## Ferry Division

## 8 Maintain Current Level of Service

\$11,349,869 R

Provides operating funds to maintain the current level of services for FY 2010-11.

## Maintenance

## 9 Maintenance Funds

(\$1,127,811) R

Decreases funds for maintenance of the State's highway infrastructure. The total budget for maintenance is \$937,117,830 in FY 2010-11. Changes include:

	Adj (R)	Total
Primary System	\$0	\$186,055,224
Secondary System	\$0	\$269,153,619
Contract Resurfacing	\$0	\$300,000,000
System Preservation	\$0	\$100,000,000
General Maintenance Reserve	\$-1,127,811	\$ 81,908,987

## Rail Division

## 10 Grants to Short Line Railroads

Provides funds to the Rail Division for grants to short line railroad companies for rehabilitation projects that strengthen North Carolina's short line rail infrastructure.

\$2,000,000 NR

## 11 Pembroke Northeast Bypass Connector

Provides funds for construction of the Pembroke Northeast Bypass project, which will provide improved multi-modal access to southeast North Carolina, linking the state's military bases and State ports.

\$4,325,000 NR

## Reserves

## 12 Retirement System Contribution

Increases employer contributions to the retirement system to maintain the system's actuarially sound status.

\$906,000 R

## Statutory Adjustments

## 13 Leaking Underground Storage Tank (LUST) Fund

Adjusts budget for the LUST fund by -1.5 percent based on projections for the motor fuels inspection fee in accordance with G.S. 119-18.

(\$40,000) R

## 14 Secondary Road Improvement Program Funds

Adjusts funding in FY 2010-11 for the secondary road improvement program based on revised projections for motor fuels tax revenue in accordance with G.S. 136-44.2A.

\$3,840,718 R

## 15 Aid to Municipalities

Adjusts funding for aid to municipalities by -0.9 percent based on revised projections for motor fuels tax revenue in accordance with G.S. 136-41.1

(\$785,319) R

## House Subcommittee on Transportation

FY 10-11

## Transfers

16 DPI - Driver Education Program	\$32,021,964	R
Partially restores funding to the Driver Education program. Funding was eliminated in FY2010-11 pending a Continuation Review.		
17 CCPS - VIPER matching funds	\$2,200,000	NR
Provides funds to the Highway Patrol for matching funds for the Public Safety Interoperability Communications grant from the US Department of Commerce. The grant will assist in the further development of the Voice Interoperability Project for Emergency Responders (VIPER) network.		
18 North Carolina Global TransPark Authority	(\$640,000)	R
Reduces the Global Transpark budget by 50 percent to a total of \$640,000.		
19 Reduce Transfer to General Fund - Dept of State Treasurer	(\$500,000)	R
Reduces the transfer to the General Fund by \$500,000 to account for the transfer of the Department of Commerce Executive Aircraft Division.		

**\$43,147,728 R****Budget Changes****\$9,742,272 NR**

Total Position

-41.00

**Revised Total Budget****\$1,792,540,000**

## Highway Trust Fund

### HIGHWAY TRUST FUND

**FY 10-11**  
**\$920,990,000**

Total Budget Approved 2009 Session

#### Budget Changes

#### Highway Trust Fund

20 Administration	\$371,520	R
Increases appropriation for administration for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b).		
21 Aid to Municipalities	\$524,109	R
Increases appropriation for Aid to Municipalities for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(3).		
22 Intrastate System	\$4,995,162	R
Increases appropriation for the Intrastate System for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(1).		
23 Secondary Road Construction	(\$170,627)	R
Reduces appropriation for the Secondary Road construction program for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(4).		
24 Urban Loops	\$2,019,836	R
Increases appropriation for the Urban Loops for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(2).		
	<b>\$7,740,000</b>	<b>R</b>

#### Budget Changes

Total Position

**Revised Total Budget** **\$928,730,000**